

S0030073

From: Mary Ann Wright
To: Daron Haddock; Lynn Kunzler; Susan White
Date: 6/20/2007 11:52:56 AM
Subject: Re: CO issued to Jack Parson Companies, Hot Springs Mine, S/003/073

Just heard from Mr. Glauser. We held an informal telephone stop-work conference via telephone. He stated that their contract operator had 'expanded his horizons' beyond what he should have. I agreed to the plan that when his company satisfies OGM with a second SMO and bond to cover the disturbed area - which he represented is owned by Jack Parson Companies - then OGM will lift the stop work order. I know this is not all according to Hoyle, but was done for expedience. Please copy this email to file. Thanks.

>>> Lynn Kunzler 06/19/2007 12:17 PM >>>

As a result of my inspection this morning of the referenced mine, I issued a cessation order (MC-07-01-05) for conducting mining operations outside the permitted area
GPS survey of the area showed 8.8 acres of disturbance on area one, and an additional 1 acre on area 2.

Paul Glouser of JPC was on site - he indicated that they would submit a LMO. He will call Mary Ann tomorrow with a proposal to permit area
2 as a SMO under the name of Mike Stevens, so that he can keep operating while they get a LMO together.

CC: BONDCOORDINATOR; mike.dalley@stakerparson.com;
paul.glauser@STAKERPARSON.COM; Penny Berry; Vickie Southwick